#### § 645.200

WtW statute means those provisions of the Balanced Budget Act of 1997 containing certain amendments to PRWORA and establishing the new Welfare-to-Work program, amending Title IV of the Social Security Act, (codified at 42 U.S.C. 601-619).

### Subpart B—General Program and Administrative Requirements

## § 645.200 What does this subpart cover?

This subpart provides general program and administrative requirements for WtW formula funds, including Governors' funds for long-term recipients of assistance, and for competitive grant funding (section 403(a)(5) of the Act).

# § 645.210 What is meant by the terms "entity" and "project" in the statutory phrase "an entity that operates a project" with Welfare-to-Work funds?

The terms *entity* and *project*, in the statutory phrase "an entity that operates a project", means:

- (a) For WtW substate formula funds:
  (1) *Entity*; means the PIC (or the al-
- (1) Entity; means the PIC (or the alternate agency designated by the Governor and approved by the Secretary pursuant to §645.400 of this part) which administers the WtW substate formula funds in a service delivery area(s). This entity is referred to in §§645.211 through 645.225 of this part as the "operating entity."
- (2) Project means all activities, administrative and programmatic, supported by the total amount of the WtW substate formula funds allotted to the entity described in paragraph (a)(1) of this section.
- (b) For WtW Governors' funds for long-term recipients of assistance:
- (1) Entity means the agency, group, or organization to which the Governor has distributed any of the funds for long-term recipients of assistance, as described in §645.410 (b) and (c) of this part. This entity is referred to in §8645.211 through 645.225 of this part as the "operating entity."
- (2) *Project* means all activities, administrative and programmatic, supported by the total amount of one discrete award of WtW Governors' funds

for long-term recipients of assistance awarded to the entity described in paragraph (b)(1) of this section.

- (c) For competitive WtW funds:
- (1) Entity means an eligible applicant, as described in §645.500 of this part, which is awarded a competitive WtW grant. This entity is referred to in §§645.211 through 645.225 of this part as the "operating entity."
- (2) Project means all of the activities, administrative and programmatic, supported by the total amount of one discrete WtW competitive grant awarded to the entity described in paragraph (c)(1) of this section (section 403(a)(5)(C) of the Act).

## § 645.211 How must Welfare-to-Work funds be spent by the operating entity?

- (a) At least 70 percent of the WtW funds allotted to or awarded to an operating entity, as described in §645.210 of this part, must be spent to benefit hard-to-employ individuals, as described in §645.212 of this part.
- (b) Not more than 30 percent of the WtW funds allotted to or awarded to an operating entity, as described in §645.210 of this part, may be spent to assist individuals with long-term welfare dependence characteristics, as described in §645.213 of this part. If less than 30 percent of the funds is spent to assist individuals with long-term welfare dependence characteristics, the remaining funds shall be spent to benefit hard-to-employ individuals pursuant to paragraph (a) of this section (section 403(a)(5)(C)of the Act).

# § 645.212 Who may be served as a hard-to-employ individual under the 70 percent provision?

- (a) An individual is eligible to be served under the 70 percent provision if (s)he meets all three of the criteria listed in paragraphs (a)(1), (2), and (3) of this section:
- (1) The individual is receiving TANF assistance; and
- (2) Barriers to employment—at least two of the three following barriers to employment must apply to the individual:
- (i) Has not completed secondary school or obtained a certificate of general equivalency, and has low skills in